

# **AAT Bulletin**

# Issue No. 36/2016

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The AAT Bulletin is a weekly publication containing information about recently published decisions and appeals against decisions in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals Divisions. The Bulletin also regularly includes a sample of decisions recently published in the AAT's Migration & Refugee Division and Social Services & Child Support Division. It occasionally includes information on legislative changes that affect the AAT.

It is recommended that the Bulletin be read on-line. This has the advantage of allowing the reader to use hyperlinks to access the full text of cases and other internet sites mentioned in the Bulletin.

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Enquiries regarding this publication may be directed to aatweb@aat.gov.au.

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# **AAT Recent Decisions**

This section of the Bulletin provides information about all decisions recently published in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals. This list also includes selected child support decisions published by the Social Services & Child Support Division and examples of recent decisions published by the Migration & Refugee Division. Only AAT decisions that have been published on AustLII have been included. Full copies of the decisions can be accessed through the hyperlinks provided below.

# Child Support

Van Haltren and Child Support Registrar (Child support second review) [2016] AATA 649; Senior Member A Poljak

Departure prohibition order (DPO) - child support debt - objects of the Child Support (Registration and Collection) Act 1988 (Cth) - no basis for revocation of DPO - no security offered by applicant decision under review affirmed

# Citizenship

Mana and Minister for Immigration and Border Protection (Citizenship) [2016] AATA 639 (26 August 2016); Senior Member PW Taylor SC

Application for Australian citizenship - conviction for offences - whether applicant of 'good character' - offences found by Minister's delegate to be "at the high range of seriousness" - offending linked to excessive alcohol consumption - insufficient time passed to demonstrate applicant is currently of good character - decision affirmed

Ferguson and Minister for Immigration and Border Protection (Citizenship) [2016] AATA 678 (2 September 2016); Senior Member N Isenberg

Eligibility – whether applicant is of good character – decision under review set aside and remitted

### Compensation

Demasi and Comcare (Compensation) [2016] AATA 644 (26 August 2016); Deputy President SE Frost

Claim for compensation - applicant working from home on day of injury - applicant injured whilst running, during a break from work - whether injury arose out of, or in the course of, employment meaning of place of work - whether home is the applicant's place of work - working from home accepted practice - employer approval to work from home on day of injury - home found to be applicant's place of work - whether injury sustained when applicant was temporarily absent from work during an ordinary recess in that employment - flexible work arrangements - meaning of ordinary recess - meaning of ordinary - whether break was an ordinary recess from applicant's employment - plain reading of legislation - decision affirmed

Emery and Comcare (Compensation) [2016] AATA 647 (27 July 2016); Senior Member T Tavoularis

Extension of Time - Application for Review filed out of time - What is the correct Reviewable Decision - Application for Extension of Time considered - Extension of Time Refused

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<u>Chambers and Comcare</u> (Compensation) [2016] AATA 615 (18 August 2016); Senior Member JF Toohey and Senior Member A Poljak

Adjustment disorder with depression and anxiety – epilepsy – stress – whether employment contributed to significant degree – whether reasonable administrative action taken in a reasonable manner – decision under review set aside and substituted

<u>Georgakopoulos and Telstra Corporation Limited</u> (Compensation) [2016] AATA 666 (31 August 2016); Senior Member E Fice

Workers' compensation – permanent impairment claim in respect of psychiatric condition – whether applicant has undertaken all reasonable rehabilitative treatment – likelihood of improvement of condition – whether impairment is properly classified as permanent and results in more than 10% whole person impairment – quantum of assessment regarding non– economic loss – decision set aside and substituted

<u>Giardina and Comcare</u> (Compensation) [2016] AATA 626 (23 August 2016); Dr I Alexander, Member

Compensable injury – household services applicant reasonably requires – number of hours of assistance reasonably required – whether reasonable to expect family members to provide the assistance – decision set aside and remitted

<u>Haywood and Comcare</u> (Compensation) [2016] AATA 667 (31 August 2016); Senior Member Dr J Popple

Commonwealth employees – Applicant suffered psychological condition as result of counselling session – whether counselling session was reasonable administrative action taken in a reasonable manner in respect of the Applicant's employment – decision under review affirmed

Practice and procedure – whether counselling session tainted by bias – no actual bias – content of rules of procedural fairness that apply to counselling session – whether fair– minded observer could reasonably apprehend that decision maker did not bring an impartial mind to decision to counsel Applicant – no apprehended bias

<u>Sullivan and TNT Australia Pty Ltd</u> (Compensation) [2016] AATA 643 (26 August 2016); Senior Member JF Toohey

Normal Weekly Earnings – whether calculation of Normal Weekly Earnings correct – Industrial Agreement – Transport Industry Award – special expenses – decision under review varied

### **Corporations**

Rainbow Legend Group Pty Ltd and Australian Securities and Investments Commission [2016] AATA 665 (31 August 2016); Deputy President SE Frost

Financial Services and Markets – Australian Financial Services Licence – Cancellation – Whether applicant breached obligations of financial service licensee – Decision set aside – Decision in substitution that licence suspended subject to conditions

### Freedom of Information

<u>The Wilderness Society South Australia Inc. and Department of the Environment</u> (Freedom of information) [2016] AATA 653 (30 August 2016); Deputy President K Bean

Access – Exemptions – Documents disclosing trade secrets or commercially valuable information – Decision under review affirmed

# **Migration**

<u>Peipi- Tepou and Minister for Immigration and Border Protection</u> (Migration) [2016] AATA 635 (24 August 2016); Senior Member JF Toohey

Mandatory cancellation of visa – request for revocation of cancellation – character test – substantial criminal record – primary and other considerations – prospects of rehabilitation – unacceptable risk of harm – decision under review affirmed

### **Practice and Procedure**

St Mary Health & Community Services Pty Ltd and Australian Community Pharmacy Authority [2016] AATA 673 (1 September 2016); Senior Member Dr J Popple

HEALTH LAW — Pharmacies — application for approval to supply pharmaceutical benefits at specified premises — whether, at all relevant times, located in the same town as the proposed premises there were at least the equivalent of four full—time prescribing medical practitioners practising — whether, at all relevant times, located in the same town as the proposed premises there were one or two supermarkets which occupied a combined total gross leasable area of at least 2500 square metres — decision under review affirmed

Admissibility of evidence — hearsay evidence — whether unfair to admit hearsay evidence — evidence admitted

<u>Davies and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 657 (31 August 2016); Ms DK Grigg, Member

Application for dismissal on the basis of no reasonable prospect of success – Applicant unable to establish that his impairments attracted a rating of 20 points or more under the Impairment Tables for the purposes of disability support pension – No reasonable prospect of establishing an entitlement to disability support pension during the relevant period – Application to dismiss refused – Decision under review affirmed

Hutchinson and Comcare [2016] AATA 650 (29 August 2016); Brigadier AG Warner, Member

Application for extension of time to lodge application for review of a Comcare decision of 17 September 2013 – explanation not satisfactory – lack of merit of applicant's application for review – significant delay – Tribunal not satisfied that reasonable in all the circumstances to grant extension of time – application for extension of time refused

IMS FX Services Pty Ltd and Australian Securities and Investments Commission [2016] AATA 664 (31 August 2016); Senior Member Ms G Lazanas

Application for stay of decision – decision to cancel Australian financial securities licence – relevant principles – prospects of success – consequences for Applicant – public interest and consequences

for Respondent in carrying out its functions – whether application would be rendered nugatory without stay – request for stay order refused

Suppression orders – proceedings generally held in public – open administration of justice – request for suppression orders refused

## **Social Security**

<u>Bagorski and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 656 (31 August 2016); Ms DK Grigg, Member

Disability support pension – whether 20 points or more under the impairment tables during the relevant period – decision under review affirmed

<u>Gaiter</u>; <u>Secretary</u>, <u>Department of Social Services and</u> (Social services second review) [2016] AATA 668 (1 September 2016); Senior Member P Britten–Jones

Disability support pension – whether respondent's conditions are fully diagnosed, fully treated and fully stabilised – whether respondent's conditions attract 20 points or more on the Impairment Tables – whether respondent has a severe impairment – respondent does not have a severe impairment – decision under review is set aside.

Mills and Secretary, Department of Social Services (Social services second review) [2016] AATA 671 (10 August 2016); DJ Morris, Member

Disability Support Pension (DSP) – whether qualified – whether impairments fully diagnosed, fully treated and fully stabilised – long– standing but fluctuating condition with changing medication – assignment of 20 or more points under Impairment Tables – not qualified for DSP – decision affirmed – written reasons requested – written reasons may elaborate on oral reasons given

Mohamud and Secretary, Department of Social Services (Social services second review) [2016] AATA 663 (31 August 2016); Senior Member Mrs JC Kelly

Carer payment – Cancellation – Meaning of "constant care" – Whether applicant provides "constant care" for his mother– Applicant did not provide "constant care" at the time of the cancellation – undisclosed financial circumstance – Decision affirmed

<u>Murdoch and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 669 (1 September 2016); Ms S Taglieri, Member

Family tax benefit – shared care of teenage child – whether change in percentage of care – no change in care period – dissection into shorter care period not warranted – decision under review set aside and remitted

Okungbowa and Secretary, Department of Social Services (Social services second review) [2016] AATA 648 (29 August 2016); Senior Member AC Cotter

Disability support pension – severe impairment – whether 20 points or more under the impairment tables – indefinite portability of DSP – decision under review affirmed.

O'Rourke and Secretary, Department of Social Services (Social services second review) [2016] AATA 645 (26 August 2016); Senior Member JF Toohey

Pension bonus scheme – whether discretion to allow late claim should be exercised – whether special circumstances – decision under review affirmed

<u>Sams and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 654 (30 August 2016); Deputy President JW Constance

Lump sum compensation preclusion period – disability support pension – lump sum compensation payments and periodic compensation payments – length of the preclusion period – whether special circumstances exist to reduce the preclusion period – decision affirmed

<u>Shanhun; Secretary, Department of Social Services and</u> (Social services second review) [2016] AATA 675 (2 September 2016); DJ Morris, Member

Family Tax Benefit (FTB) – whether respondent entitled to FTB top ups and supplementary amounts – late lodgement of tax return – failure by respondent's accountants – whether respondent prevented from lodging tax return in relevant income year – whether special circumstances applicable – the test of 'special circumstances' – what is meant by 'prevent' – decision of SSCSD Division set aside and new decision made – not entitled to FTB – original decision affirmed

St Clair; Secretary, Department of Social Services and [2016] AATA 640 (26 August 2016); Senior Member RW Dunne

Disability support pension (DSP) – Impairment Tables considered – DSP claim rejected – on review by Social Security Appeals Tribunal (SSAT), decision of Authorised Review Officer set aside – SSAT found that respondent qualified for DSP – reports of medical practitioners and Job Capacity Assessors analysed – decision under review set aside

<u>Swift and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 670 (1 September 2016); Senior Member P Nolan

Disability support pension – whether applicant's conditions are permanent – applicant does not have a severe impairment – applicant has a continuing capacity for work – applicant has not participated in a program of support – decision under review affirmed

<u>Tierney and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 677 (2 September 2016); Senior Member A Cunningham

Disability support pension – qualification requirements – claimed conditions of lumbosacral back pain with bilateral sciatica – mixed anxiety and depression – total impairment rating of 10 points – decision and review affirmed

<u>Thompson and Secretary, Department of Social Services</u> (Social services second review) [2016] AATA 661 (18 July 2016); Senior Member JF Toohey

Age pension – New Zealand superannuation benefit – effect on Australian Age Pension – exchange rate – decision under review affirmed

#### **Taxation**

Reany and Commissioner of Taxation (Taxation) [2016] AATA 672 (1 September 2016); Senior Member CR Walsh

Income Tax - whether deductions claimed for certain work related travel expenses deductible whether applicant required by employer to transport of bulky tools and equipment from home to work - whether secure storage provided to the applicant by his employer at his workplace - work related travel expenses "private" in nature – decision under review affirmed in part

Zhang and Commissioner of Taxation (Taxation) [2016] AATA 662 (31 August 2016); Deputy President SE Frost

Taxation and revenue – income tax – unexplained deposits to bank accounts – some deposits now explained - reduction in assessments - Commissioner's opinion that the taxpayer had evaded tax -Tribunal satisfied on the balance of probabilities that evasion was not present - some amended assessments therefore out of time - administrative penalties reduced from 50 per cent to 25 per cent - objection decisions set aside

### **Veterans' Affairs**

McNair and Repatriation Commission (Veterans' entitlements) [2016] AATA 676 (2 September 2016); Senior Member E Fice

Disability pension - application for increase in rate of pension - eligibility for Intermediate Rate of pension - eligibility for Special Rate of pension - whether veteran had capacity to undertake remunerative work - where misinformed medical evidence suggested capacity - where no capacity to work for more than 8 hours per week - where incapacity caused by war- caused conditions alone veteran eligible for pension at Special Rate – decision set aside

Pepper and Repatriation Commission (Veterans' entitlements) [2016] AATA 652 (30 August 2016); Senior Member JF Toohey

Special rate - intermediate rate - whether veteran incapable of undertaking remunerative work for eight or more hours per week - whether veteran incapable of undertaking part- time or intermittent remunerative work - whether veteran prevented by accepted disabilities alone from continuing in remunerative work - whether veteran ceased to engage in remunerative work for reasons other than his accepted conditions - decision under review affirmed

Reidlinger and Repatriation Commission (Veterans' entitlements) [2016] AATA 646 (26 August 2016); Deputy President Dr P McDermott RFD

Application for pension at the special rate - applicant was not prevented from continuing to undertake remunerative work because of incapacity from war- caused injury or war- caused disease alone - financial considerations found to be a factor - injury that was not war- caused not found to be a factor - decision affirmed under review

Zielinksi and Repatriation Commission (Veterans' entitlements) [2016] AATA 655 (30 August 2016); Deputy President FJ Alpins

Disability pension - incapacity from defence- caused injury or defence- caused disease - whether veteran incapacitated from psychological condition - whether such a condition or veteran's lumbar

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spondylosis "defence- caused" - whether either condition arose out of or was attributable to defence service - meaning of "defence service" - Statement of Principles concerning lumbar spondylosis - decision under review affirmed

# **Appeals**

This section of the Bulletin provides information about appeals that have been lodged or finalised against decisions in the AAT's General, Freedom of Information, National Disability Insurance Scheme, Security, Taxation & Commercial and Veterans' Appeals Divisions. Information is only included about appeals relating to AAT decisions that have been published on <a href="AustLII">AustLII</a>. Full copies of the decisions can be accessed through the hyperlinks provided below.

# **Appeals lodged**

CASE NAME		AAT REFERENCE
K & S Freighters Pty Ltd v McQueen-Thomson		[2016] AATA 510
Appeals finalised		
CASE NAME	AAT REFERENCE	COURT REFERENCE
Wu v Secretary, Department of Social Services	[2016] AATA 226	[2016] FCA 1061
Secretary, Department of Health (as successor to the Secretary, Department of Social Services) v DLW Health Services Pty Ltd	[2015] AATA 796	[2016] FCAFC 108

# **Statements of Principles**

This section of the *Bulletin* provides information on recent developments in relation to Statements of Principles made by the Repatriation Medical Authority for the purposes of the <u>Veterans'</u> <u>Entitlements Act 1986</u> and the <u>Military Rehabilitation and Compensation Act 2004</u>.

# **New Statements of Principles**

The AAT has been advised that the Repatriation Medical Authority has made the following new Statements of Principles. They take effect from **26 September 2016**.

Antiphospholipid syndrome (Reasonable Hypothesis) - No. 69 of 2016

https://www.legislation.gov.au/Details/F2016L01348

Antiphospholipid syndrome (Balance of Probabilities) - No. 70 of 2016

https://www.legislation.gov.au/Details/F2016L01352

Ganglion (Reasonable Hypothesis) - No. 71 of 2016

https://www.legislation.gov.au/Details/F2016L01356

Ganglion (Balance of Probabilities) - No. 72 of 2016

https://www.legislation.gov.au/Details/F2016L01353

Incisional hernia (Reasonable Hypothesis) - No. 73 of 2016

https://www.legislation.gov.au/Details/F2016L01350

Incisional hernia (Balance of Probabilities) - No. 74 of 2016

https://www.legislation.gov.au/Details/F2016L01349

Scheuermann's disease (Reasonable Hypothesis) - No. 75 of 2016

https://www.legislation.gov.au/Details/F2016L01344

Scheuermann's disease (Balance of Probabilities) - No. 76 of 2016

https://www.legislation.gov.au/Details/F2016L01343

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